

Memo

To: City Council
Finance Commission
City Manager

From: Thomas Fil, Finance Director

CC: Department Heads

Date: 03/10/00

Re: 20 Year Analysis of State Cuts to City of Belmont

C/CAG has asked its membership to perform an analysis of financial impacts by the State on municipal government revenues. The purpose of the analysis is to ascertain the magnitude of State "take aways" from San Mateo County cities.

The City of Belmont recently completed its analysis. The attached schedule shows **\$4.2 million in net revenue cuts to the City of Belmont by the State over the last 20 years**, most of which occurred in the last 10 years.

As you can see by the sums involved, the State has had a significant negative impact on the City of Belmont and our ability to deliver services to the community. Furthermore, based on the current actions by the Governor and Legislature, this trend is not likely to reverse itself without considerable effort on the part of local government and it's elected officials "to get the word out" to those in Sacramento who can make a difference.

This information is provided to you to keep you informed of the subject matter. Please feel free to share it with others, including our local State representatives.

During the upcoming budget deliberations, staff will keep you informed of any additional State actions which we believe will have an adverse or beneficial impact on our city.

As always, I am available to discuss this analysis or other financial matters with you. My number is 650/595-7435.

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City of Belmont
Analysis of Financial Impact of State Cuts of City Revenue
FY 1980-81 through 1998-99

Fiscal Year	Funds Shifted to the State Govt/ Expenses Now Paid by the City			Cigarette Tax	Revenue Cuts by the State Government (1)				Highway Carriers Bus Lic	Fund Shift/ Expenses & Rev Cuts Sub-Total	Restricted Revenue Received from State Government		Revenue Received Sub-Total	Net Financial Impact	
	ERAF Shift	Tax Adm Fee	Booking Fee		Business Inventory Subv	Alcoholic Bev Fee	Trailer Coach In Lieu	Finan Aid to Local Agencies			One-Time(2) Cops Grant (SLESF)	On-Going(3) Prop 172 Pub Safety		Annual	Cumulative
1980-81					42,124	8,900			3,800	54,824			0	54,824	54,824
1981-82					43,904	8,900			4,600	57,404			0	57,404	112,228
1982-83					43,904	8,900			4,600	57,404			0	57,404	169,632
1983-84					43,904	8,900			4,600	57,404			0	57,404	227,036
1984-85					43,904	8,900			4,600	57,404			0	57,404	284,440
1985-86					43,904	8,900			4,600	57,404			0	57,404	341,844
1986-87					43,904	8,900			4,600	57,404			0	57,404	399,248
1987-88					43,904	8,900			4,600	57,404			0	57,404	456,652
1988-89					43,904	8,900			4,600	57,404			0	57,404	514,056
1989-90					43,904	8,900			4,600	57,404			0	57,404	571,460
1990-91		25,110	18,500		43,904	8,900	1,800		4,600	102,814			0	102,814	674,274
1991-92		25,110	37,000	43,400	43,904	8,900	1,800		4,600	164,714			0	164,714	838,988
1992-93	319,080	25,110	37,000	43,400	43,904	8,900	1,800		4,600	483,794			0	483,794	1,322,782
1993-94	433,418	25,110	37,000	43,400	43,904	8,900	1,800		4,600	598,132			0	598,132	1,920,914
1994-95	352,894	25,110	37,000	43,400	43,904	8,900	1,800		4,600	517,608			0	517,608	2,438,522
1995-96	359,423	25,110	37,000	43,400	43,904	8,900	1,800		4,600	524,137		(95,886)	(95,886)	428,251	2,866,773
1996-97	371,715	25,110	37,000	43,400	43,904	8,900	1,800		4,600	536,429	(58,008)	(70,454)	(128,462)	407,967	3,274,740
1997-98	404,086	25,110	37,000	43,400	43,904	8,900	1,800		4,600	568,800	(57,960)	(48,794)	(164,714)	404,086	3,678,826
1998-99	447,324	25,110	37,000	43,400	43,904	8,900	1,800		4,600	612,038	(57,960)	(48,794)	(106,754)	505,284	4,184,110
Total	2,687,940	225,990	314,500	347,200	832,396	169,100	16,200	0	86,600	4,679,926	(173,928)	(263,928)	(437,856)	4,184,110	